

Exhibit 1

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Oral Argument

1 UNITED STATES DISTRICT COURT
2 SOUTHERN DISTRICT OF NEW YORK

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3 IN RE: AIG, Inc., Securities
4 Litigation

04 CV 8141 (JES)

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5 New York, N.Y.
6 April 20, 2006
7 2:15 p.m.

8 Before:

9 HON. JOHN E. SPRIZZO,

District Judge

10 APPEARANCES

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Oral Argument

1 manipulating it.

2 MR. KRAMER: That's certainly plaintiff's argument.

3 THE COURT: I got the argument. I don't agree with
4 it.

5 MR. KRAMER: I understand. I'm going to move on to
6 Counts 10 and 11.

7 THE COURT: I don't read Dura in that context.

8 MR. KRAMER: Well, all right. Let me move on to 10
9 and 11. I see that I'm making no progress with the Court today
10 on this complaint, but I'll press on.

11 THE COURT: That argument anyway. I do not think you
12 have the easiest case to make here. This is one of the most
13 massive frauds I've ever seen.

14 MR. KRAMER: Well, your Honor.

15 THE COURT: It's not quite the level of flooding, but
16 close.

17 MR. KRAMER: I hope that that's not a view that the
18 Court continues to hold.

19 THE COURT: I'm not the finder of fact. I worry about
20 the allegations in the complaint.

21 MR. KRAMER: There are many allegations in this
22 complaint, but the fact is that AIG is a strong company. The
23 stock price is at the levels --

24 THE COURT: They may be a strong company. Strong
25 companies commit fraud all the time.